Loans provided to India by Japan

2632. SHRI SURESH PACHOURI: Will the Minister of FINANCE be pleased to state;

(a) whether Japan provides Rs. 3,230 crores as loan to the Indian Government during 1993-94;

(b) if so, what is the total loan provided by Japan so far upto 1993;

(c) what are the projects on which this loan has been utilised;

(d) what is the rate of interest;

(e) by what time this loan is repayable;

(f) whether Japan has announced further loan during 1994-95; and

(g) if so, the details of the amount and the projects on which this loan will be utilised?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (DR. ABRAR AHMED); (a) Yes, Sir.

(b) The total loan provided by the Government of Japan to the Government of India upto 1993-94 is Japanese Yen 1,489, 974 billion.

(c) to (e) The loan has been utilised for projects in various sectors. The other details are given in the attached Statement. (*See* below).

(f) No, Sir.

(g) Does not arise.

Statement

Government of Japan Yen Credit to India

Yen Credit No.	YearI of the Exchange of Notes of Loan	Loan amount (Yen-billion)	Repayment (including grace period (Years)	Grace period (Years)	Rate of interest (%age)
(1)	(2)	(3)	(4)	(5)	(6)
1st Yen credit	1957	18.000	10	3	5.75
2nd Yen credit	1961	28.800	15	5	6.00
Additional Loan	1963	5.400	15	5	6.00
3rd Yen credit	1963	23.400	15	5	5.75
4th Yen credit	1964	21.600	15-18	5	5.75
5th Yen credit	1965	21.600	15-18	5	5.75
6th Yen credit	1966	15.290	15	5	5.75
Rescheduling Loan	1966	0.907	15	5	5.75
Commodity Loan	1967	2.520	15	5	5.75
Rescheduling	1967	2.197	13	5	5.50
7th Yen credit	1967	14.000	13	5	5.50
Rescheduling Laon	1968	6.059	15	5	5.2

(1)	(2)	(3)	(4)	(5)	(6)
8th Yen credit	1968	10 141	15	5	5.25
Rescheduling Loan	1969	7.041	18	5	5.25
9th Yen credit	1969	9.158	18	5	5.25
Individual Project Loan	1969	2.520	18	5	5.25
Rescheduling Laon	1970	9.148	20	7	5.00
10th Yen credit	1971	9.140	20	7	5.00
Individual Project Loan	1971	5.544	20	7	5.00
Rescheduling	1971	7.416	20	7	4.75
11th Yen credit	1971	31.000	20	7	4.75
12th Yen credit	1972	13.226	25	7	4.50
Rescheduling Loan	1972	11.775	25	7	4.50
Rescheduling Loan	1973	14.978	25	7	4.00
13th Yen credit	1973	18.022	25	7	4.00
14th Yen credit	1974	7.000	25	7	4.00
Rescheduling Loan	1974	12.143	25	7	4.00
Individual Project Loan	1974	11.000	25	7	4.00
Rescheduling Loan	1975	12.256	25	7	4.00
15th Yen credit	1975	7.000	25	7	4.00
Commodity Loan	1975	10.900	25	7	3.50
Rescheduling Loan	1976	12.240	25	7	4.00
16th Yen credit	1976	19.000	30	10	3.50
17th Yen credit	1977	29.700	30	10	3.50
18th Yen credit	1978	26.000	30	10	3.00
19th Yen credit	1979	27.920	30	10	2.75
20th Yen credit	1980	26.880	30	10	2.75
21st Yen credit	1981	30.800	30	10	2.75
22nd Yen credit	1982	33.000	30	10	2.75
23rd Yen credit	1983	34.730	30	10	3.25*
					2.75**
24th Yen credit	1984	37.360	30	10	3.25

1	2	3	4	5	6
25th Yen credit . .	1985	39.231	30	10	3.25
Special Laon	1985	30 000	30	10	2.75
26th Yen credit . . .	1986	48.443	30	10	3.25
27th Yen credit	1987	63.842	30	10	2.75
Rehabilitation Loan	1987	4.635	30	10	2.75
Emergency Laon	1987	29.500	25	7	2.75
28th Yen credit	1988	70.813	30	10	2.50
Rehabilitation Loan	1988	17.021	30	10	2.50
29th Yen credit	1989	96.710	30	10	2.50
30th Yen credit	1990	104.826	30	10	2.50
31st Yen credit	1991	106.594	25-30	7-10	2.60
32nd Yen credit	1992	111.908	25-30	7.10	2.60
23rd Yen credit	1993	119.640	30	10	2.60
TOTAL		1489.974			

*—infrastructure projects

**—industrial projects

RBI directive to commercial banks against investment in commercial Paper Transactions

2633. SHRI B. K. HARIPRASAD: Will the Minister of FINANCE be pleased to state;

(a) whether it is fact that the Reserve Bank of India has asked the public sector commercial banks not to invest surplus funds in Commercial Paper Transactions as it affceted the smooth credit flow to small scale industry sector, as reported in Economic Times 19th December, 1993; and

(b) if so, what are the details in this regard?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (DR. ABRAR AHMED); (a) and (b) The Reserve Bank of India (RBI) has reported that it has not given any instruction to the public sector banks to desist from investing in commercial paper. The banks have, however, been cautioned by RBI that they should follow normal prudent practices in investing in commercial paper to ensure that these funds are used for legitimate purposes and that the banks should give attention to the interest rates at which they invest in commercial paper.

Functioning of UCO Bank

2634. DR. SANJAY SINGH: Will the Minister of FINANCE be pleased to state:

(a) whether the Reserve Bank of India has conducted any inspection about the functioning of ailing UCO bank and submitted any report in this regard;